



Agency Update Transportation Revenue Forecast

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Overview

- **Recent agency developments and project updates**
- **Budget Highlights**
- **Transportation Revenue Update**
- **Draft Revenue and Allocation Distribution for FY 2024-2029
Six-Year Financial Plan**

Recent Agency Developments

- **Opening of I-66 Outside the Beltway**
- **Advancing first segment of I-64 Widening**
 - Issued Request for Qualifications (RFQ) for the first of three segments
 - First segment is from mile marker 205 in Bottoms Bridge to mile marker 215.6, just east of Courthouse Road (Exit 214) in New Kent County
- **SMART SCALE Prioritization Process**

The Office of Intermodal Planning and Investment, with assistance from VDOT and DRPT, derived and announced the Staff Recommended Scenario on January 17, 2023. The coming months will include CTB work and public hearings to reach a consensus scenario in May 2023.

Major Projects Underway

- **Hampton Roads Bridge-Tunnel Expansion Project**
- **Hampton Roads Express Lanes Network**
- **I-495 Express Lanes Northern Extension (495 NEXT)**
- **Route 58 – Lovers Leap**
- **I-81 Corridor Improvement Plan and Program**

All actively managed and focused on on-time and on-budget delivery

Operating Budget Updates by Program

Program	<i>(in millions)</i>			
	FY 2023 Chapter 2	FY 2024 Chapter 2	FY 2023 HB 1400/SB 800	FY 2024 HB 1400/SB 800
Environmental Monitoring and Evaluation	\$27.2	\$27.6	\$18.0	\$19.9
Ground Transportation Planning and Research	94.9	96.7	106.7	143.2
Highway Construction Programs	4,374.0	4,594.0	4,397.4	4,118.9
Highway System Maintenance and Operations	2,165.2	2,087.1	2,423.8	2,407.9
Special Structures*	80.0	81.3	80.0	85.0
Commonwealth Toll Facilities	97.6	99.3	74.6	99.3
Financial Assistance to Localities for Ground Transportation	541.7	549.0	567.1	616.4
Non-Toll Supported Transportation Debt Service	412.5	455.3	386.8	418.7
Administrative and Support Services	305.4	310.0	318.9	344.1
Total	8,098.9	8,300.3	8,373.2	8,253.4
Transfer Payments (Payments to Regional Entities)	884.5	906.0	910.8	1,032.6
Grand Total	\$8,983.4	\$9,206.3	\$9,284.1	\$9,286.0

Notable Program Updates

- **Environmental Monitoring & Evaluation** - Municipal Separate Storm Sewer System (MS4) Compliance Activities – Agency's compliance is sufficiently funded for required permit activities.
- **Ground Transportation Planning and Research** – Planning studies and P3 procurement activities
- **Highway System Maintenance and Operations/Financial Assistance to Localities** – Established reserves for fuel/asphalt adjustments and program growth; additional appropriation necessary for federal funding
- **Administrative and Support Services** – Personal Services Costs and Information Technology needs

Transportation Revenue Update

❑ State Revenue Update

- ❑ The updated December revenue forecast updated expected impacts to revenues through FY 2030, inclusive of FY 2024 – 2029 planning period
- ❑ Significant growth across three major revenue sources over previous expectations
 - ❑ Retail Sales and Use Tax – \$617 million
 - ❑ Motor Vehicle Sales and Use - \$473 million
 - ❑ Statewide Motor Fuels Tax - \$1.01 billion

❑ Federal Revenue

- ❑ Minor adjustments for full year of IJA Assumptions

Transportation Revenue Estimate Updates

Value of revenue changes to the CTF since prior assumptions

Details of Differences	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
Retail Sales and Use Tax	\$ 83.9	\$ 73.1	\$ 87.3	\$ 116.6	\$ 122.7	\$ 133.8	\$ 617.4
Motor Vehicle Sales and Use Tax	(13.3)	(41.2)	89.3	125.4	147.9	164.9	473.0
Motor Fuels Tax	47.0	118.8	168.7	206.5	229.3	242.7	1,013.0
Aviation Fuels Tax	-	-	-	-	-	-	-
Road Tax	2.2	1.7	2.6	3.7	5.2	5.7	21.1
International Registration Plan	(5.0)	(4.4)	-	-	-	-	(9.4)
Registration Fees	(35.9)	(21.9)	(21.8)	(21.1)	(20.9)	(21.1)	(142.7)
State Insurance Premium Tax	-	10.7	10.7	12.4	13.2	12.0	59.0
Recordation Tax	(19.3)	(28.6)	(26.5)	(24.3)	(22.0)	(19.7)	(140.4)
Vehicle Rental Tax	7.0	6.1	5.1	4.5	3.9	4.0	30.6
Highway Use Fee	1.6	1.7	(0.2)	1.8	1.8	1.8	8.5
Miscellaneous Revenues to HMOF	0.4	0.4	0.4	0.4	0.4	0.4	2.4
	\$ 68.6	\$ 116.4	\$ 315.6	\$ 425.9	\$ 481.5	\$ 524.5	\$ 1,932.5

Commonwealth Transportation Fund (CTF) Revenue Estimate

(in millions)

Sources of Funds	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Retail Sales and Use Tax	\$ 1,433.1	\$ 1,388.2	\$ 1,435.4	\$ 1,472.7	\$ 1,486.0	\$ 1,502.2	\$ 1,541.4
Motor Vehicle Sales and Use Tax	1,141.8	1,078.2	1,218.2	1,249.6	1,269.4	1,284.9	1,279.6
Motor Fuels Tax	1,407.7	1,499.5	1,561.2	1,611.7	1,657.4	1,701.1	1,744.2
Aviation Fuels Tax	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Road Tax	71.4	71.2	72.0	72.7	73.7	73.5	73.2
International Registration Plan	119.2	118.2	119.6	120.0	120.3	120.7	121.0
Registration Fees	200.7	218.4	219.5	221.4	221.0	221.4	221.8
State Insurance Premium Tax	202.5	214.5	223.5	235.2	246.4	256.0	256.0
Recordation Tax	61.7	52.4	54.5	56.7	59.0	61.3	61.3
Vehicle Rental Tax	38.8	38.4	38.4	38.4	38.4	39.1	39.7
Highway Use Fee	61.3	64.4	66.3	68.3	68.3	68.3	68.3
Total Commonwealth Transportation Fund	\$ 4,740.2	\$ 4,745.4	\$ 5,010.6	\$ 5,148.7	\$ 5,241.9	\$ 5,330.5	\$ 5,408.5

December 2022 Forecast; Rental Tax excludes share dedicated to WMATA Capital

Commonwealth Transportation Fund (CTF)

Preliminary Fiscal Years 2024 – 2029 Six-Year Financial Plan Overview

- ❑ The Six-Year Financial Plan (SYFP) identifies the planned funding for allocation to Highways, Rail, Transit, Ports, Aviation, DMV, and Space Flight
- ❑ The Preliminary Fiscal Years 2024 – 2029 SYFP allocates \$54.1 billion
- ❑ Includes the use of \$879 million of Route 58 Corridor Bonds and I-81 Financing
- ❑ Transfers \$5.96 billion to the three regions for transportation improvements and \$913 million in dedicated revenue for WMATA Capital Fund
- ❑ Includes \$570 million of dedicated fuel tax revenue for the I-81 Corridor Improvements
- ❑ Dedicates \$16.2 billion for Maintenance and Operations
- ❑ Provides \$17.1 billion for Construction

Approximately \$2.9 billion of Construction Funding represents Local and Regional Funding for Projects

Commonwealth Transportation Fund Preliminary Fiscal Years 2024 – 2029

Six-Year Financial Plan Estimated Revenues (in millions)

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2024-2029 Total	Previous FY 2023-2028	Difference
State Transportation Revenues									
Commonwealth Transportation Fund	\$ 4,804.0	\$ 5,010.6	\$ 5,148.7	\$ 5,241.9	\$ 5,330.5	\$ 5,408.5	\$ 30,944.2	\$ 28,318.8	\$ 2,625.4
General Fund	110.0	-	-	-	-	-	110.0	483.2	(373.2)
Prior year funding	-	-	-	-	-	-	-	191.4	(191.4)
Local & Regional Project Participation/Revenue	1,104.1	847.7	374.7	332.5	181.3	181.3	3,021.8	3,480.5	(458.8)
Other Fund Revenue	459.1	422.0	428.9	437.7	441.4	447.5	2,636.6	2,438.9	197.7
Total	6,477.2	6,280.3	5,952.3	6,012.2	5,953.3	6,037.4	36,712.6	34,912.8	1,799.7
Federal Revenues	1,570.1	1,600.9	1,629.2	1,658.0	1,549.2	1,579.2	9,586.7	9,684.4	(97.8)
Total Revenues	8,047.3	7,881.2	7,581.4	7,670.2	7,502.4	7,616.6	46,299.2	44,597.2	1,702.0
Other Financing Sources									
Interstate 81 Financing	258.2	-	-	394.6	-	-	652.8	652.8	-
GARVEE Bonds	-	-	-	-	-	-	-	19.2	(19.2)
Route 58	-	152.2	74.2	-	-	-	226.4	226.4	-
Total	258.2	152.2	74.2	394.6	-	-	879.2	898.4	(19.2)
Total Operating Revenues and Other Financing Sources	\$ 8,305.5	\$ 8,033.4	\$ 7,655.6	\$ 8,064.8	\$ 7,502.4	\$ 7,616.6	\$ 47,178.4	\$ 45,495.6	\$ 1,682.8
Revenue Supporting Transfer Payments									
Regional Transportation Funds	1,006.9	951.0	978.1	994.5	1,008.3	1,020.7	5,959.5	5,295.0	664.5
WMATA Capital Fund Revenue	152.3	150.4	151.2	152.0	153.1	154.2	913.3	814.6	98.7
Grand Total	\$ 9,464.7	\$ 9,134.9	\$ 8,785.0	\$ 9,211.3	\$ 8,663.9	\$ 8,791.5	\$ 54,051.2	\$ 51,605.3	\$ 2,446.0

Commonwealth Transportation Fund Preliminary Fiscal Years 2024 – 2029 Six-Year Financial Plan Estimated Allocations (in millions)

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2024-2029 Total	FY 2023- 2028 Total	Difference
Debt Service	\$ 412.1	\$ 424.8	\$ 437.6	\$ 430.3	\$ 416.9	\$ 411.4	\$ 2,533.1	\$ 2,476.8	\$ 56.37
Other Agencies & Transfers	49.3	50.5	50.6	51.8	52.0	53.3	307.5	303.5	4.08
Maintenance & Operations	2,726.7	2,590.9	2,644.7	2,702.0	2,760.6	2,763.1	16,188.1	15,246.1	942.0
Administration & Other Programs	598.4	603.6	580.1	589.3	601.3	613.5	3,586.1	3,318.9	267.2
Toll Programs	99.3	100.9	102.5	104.1	104.1	104.1	614.9	585.4	29.5
Special Structures	85.0	87.3	89.1	91.0	93.0	95.1	540.6	509.4	31.2
Public Transportation	616.4	600.5	610.5	622.0	635.0	647.0	3,731.5	3,725.4	6.1
Virginia Passenger Rail Authority	177.6	211.0	216.5	219.6	219.0	208.0	1,251.7	1,314.1	(62.4)
DRPT Rail Assistance	15.2	15.7	15.9	16.2	16.4	16.6	96.0	91.9	4.1
DRPT Administration	23.5	23.9	24.0	24.2	24.5	24.5	144.6	146.2	(1.7)
Port Trust Fund	57.7	60.2	61.3	62.4	63.5	64.4	369.5	340.3	29.2
Airport Trust Fund	34.7	36.2	36.9	37.5	38.2	38.7	222.3	206.0	16.3
Commonwealth Space Flight Fund	22.7	23.7	24.1	24.6	25.0	25.4	145.4	135.0	10.4
Department of Motor Vehicles	22.7	23.7	24.1	24.6	25.0	25.4	145.5	142.1	3.4
Construction	3,326.5	3,140.5	2,697.6	3,025.1	2,388.0	2,486.3	17,064.1	16,714.5	349.6
Total Operating Programs	\$ 8,268.0	\$ 7,993.4	\$ 7,615.6	\$ 8,024.8	\$ 7,462.4	\$ 7,576.6	\$ 46,940.9	\$ 45,255.6	\$ 1,685.3
Pass Through Programs									
WMATA Capital Fund	169.8	170.4	171.2	172.0	173.1	174.2	1,030.8	934.6	96.2
Central Virginia Transportation Fund	258.3	236.2	242.7	246.1	249.8	253.3	1,486.4	1,211.6	274.8
Northern Virginia Transportation Authority Fund	442.8	425.1	436.1	441.0	446.7	451.0	2,642.7	2,412.0	230.7
Hampton Roads Regional Transit Fund	41.3	37.7	38.2	38.8	39.3	39.5	234.8	245.1	(10.3)
Hampton Roads Transportation Fund	284.5	272.0	281.1	288.6	292.5	296.9	1,715.6	1,546.3	169.3
Subtotal	1,196.7	1,141.4	1,169.3	1,186.5	1,201.4	1,214.9	7,110.3	6,349.6	760.7
Grand Total	\$ 9,464.7	\$ 9,134.9	\$ 8,785.0	\$ 9,211.3	\$ 8,663.9	\$ 8,791.5	\$ 54,051.2	\$ 51,605.2	\$ 2,446.0

Summary

- **VDOT is pressing forward with recent transportation investments from the Commonwealth and the federal infrastructure act.**
- **The agency continues to press for improved delivery**
 - **Focused on on-time and on-budget for both VDOT and locally-administered projects**